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FISCAL IMPACT REPORT

ORIGINAL DATE 3/3/09

SPONSOR King LAST UPDATED _____ HB 862

SHORT TITLE No Mobile Home Purchase Repayment Penalty SB _____

ANALYST Leger

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Non-Rec	Fund Affected
FY09	FY10		
	NFI		

(Parenthesis () Indicate Expenditure Decreases)

SOURCES OF INFORMATION

LFC Files

Responses Received From

New Mexico Mortgage Finance Authority (MFA)
Regulations and Licensing Department (RLD)

SUMMARY

Synopsis of Bill

House bill 862 amends Section 56-8-30 NMSA 1978 relating to loan prepayment penalties. The bill adds loans on mobile homes, and other purchase contracts, as additional types of lending in which prepayment penalties are not enforceable. It also includes prepayment of an installment payment in addition to the current law which pertains to prepayment of the balance of the loan.

FISCAL IMPLICATIONS

The responding agencies report there is no fiscal impact to state government.

JL/mt